

State of Utah DEPARTMENT OF NATURAL RESOUR

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Governor
Dee C. Hansen
Executive Director
Dianne R. Nielson, Ph.D.
Division Director
Division Director

February 3, 1989

Mr. John Bootle U.S. Pollution Control Inc. 8960 North Highway 40 Lake Point, Utah 84074

Dear Mr. Bootle:

Re: Final Approval of Permit Transfer, Release of Previous
Reclamation Surety Bond No., Marblehead Mountain
Facility, M/045/024 Tooele County, Utah

The Board of Oil, Gas and Mining, during its January 26, 1989 hearing, approved the amount and form of the reclamation surety provided by U.S. Pollution Control Inc. (USPCI) for the Marblehead Mountain Processing Facilities Site. The Division hereby releases the existing surety bond, No. ______ in the amount of \$119,257. The new surety bond, No. ______ effectively replaces the old surety bond.

As a condition to final approval of this permit transfer, the Board has asked that USPCI complete the enclosed Reclamation Contract form. This form will be attached to USPCI's revised reclamation surety bond. Upon our receipt of the signed Reclamation Contract form from USPCI, all of the requirements to finalize the permit transfer process for the Marblehead Mountain Processing Facility will be complete. I have also enclosed copies of the permit transfer form and the surety bond, Form MR-5, which have been signed by the Division Director and Board Chairman.

If possible, please return the completed form by March 10, 1989. Thank you for your patience and cooperation in completing this permitting action. Please contact me should you have any questions regarding the content of the Reclamation Contract.

Simcerely,

D. Wayne Hedberg

Reclamation Hydrologist

jb

Enclosures

cc: Phil Raines, Marblehead Lime

Lowell Braxton

MN3/61

an equal opportunity employer



State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Dee C. Hansen Executive Director Dianne R. Nielson, Ph.D. Division Director

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340

January 25, 1989

TO:

Board of Oil, Gas and Mining

THRU:

Kenneth E. May, Associate Director, Mining

THRU:

Lowell P. Braxton, Administrator LAR

FROM:

D. Wayne Hedberg, Senior Reclamation Specialist/Hydrologist

RE:

Request for Board Concurrence, Amount and Form of

Reclamation Surety & Permit Transfer, Marblehead Mountain Processing Facility, Utah Marblehead Lime Company/U. S. Pollution Control Incorporated, M/045/024, Tooele County,

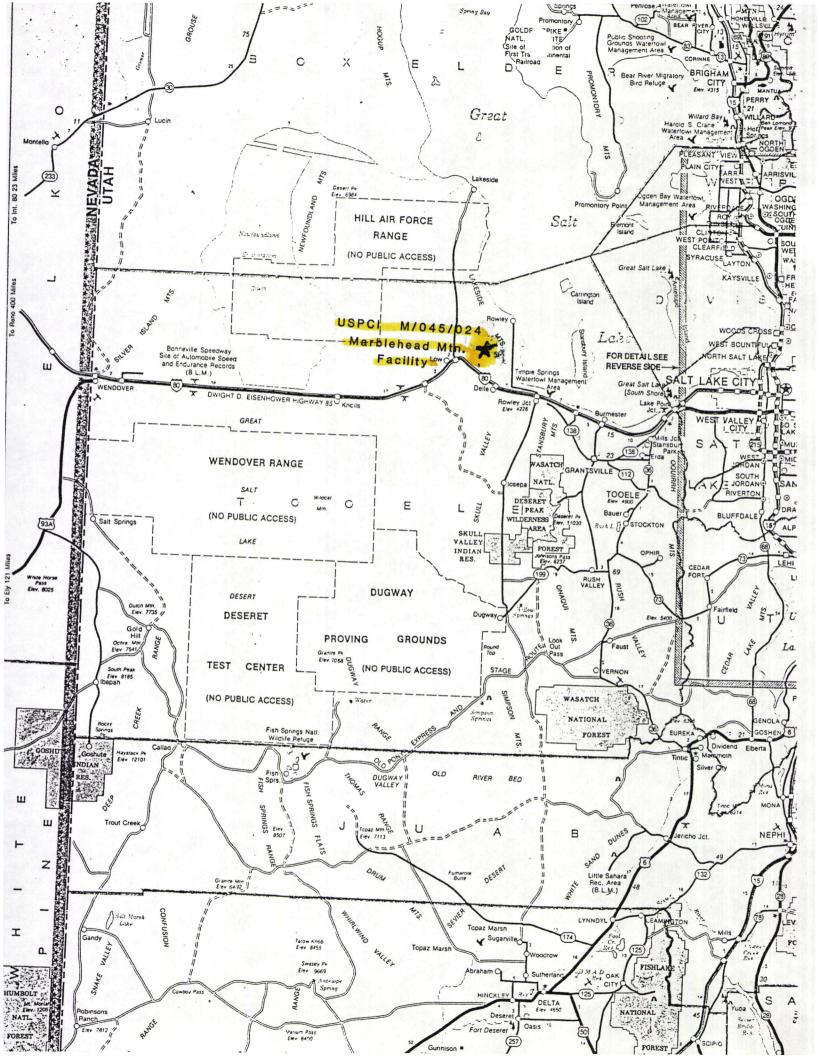
Utah

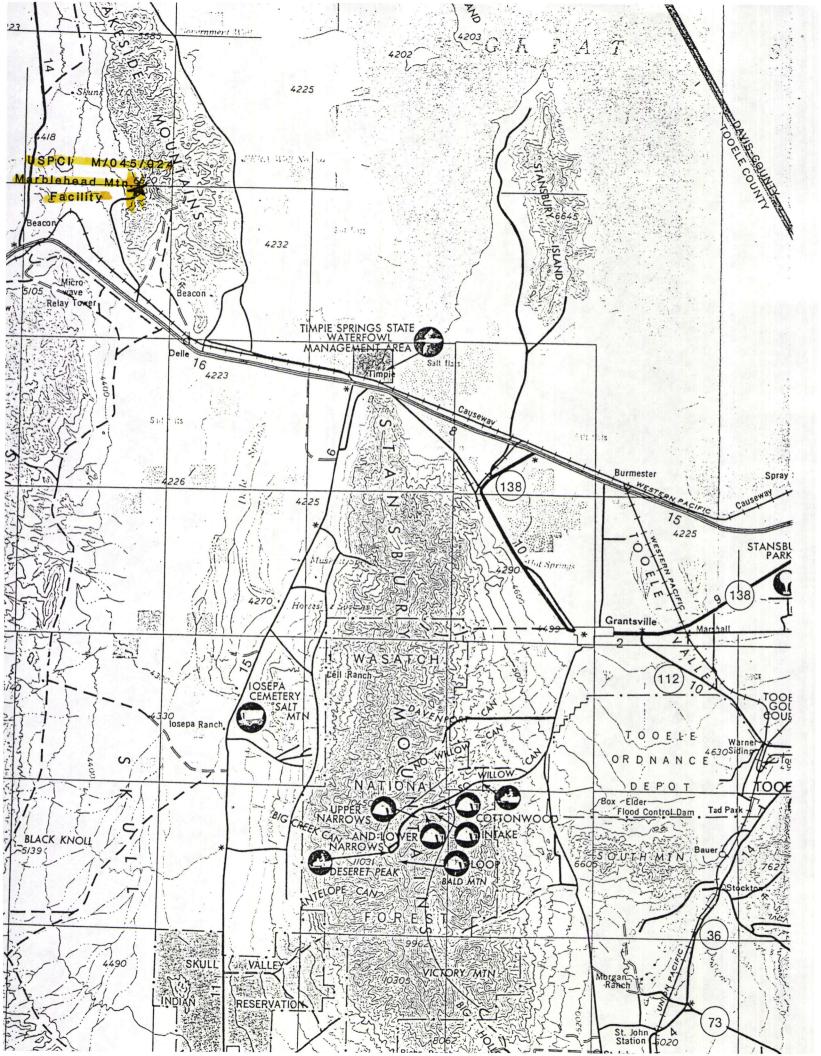
Attached for your information is a copy of the permit transfer documents and an updated Reclamation Surety Estimate for U. S. Pollution Control Incorporated's (USPCI), Marblehead Mountain Limestone Processing Plant, located in Tooele County, Utah. Utah Marblehead Lime Company has transferred 110 acres of their original 159 acre approved permit to USPCI, but will retain ownership and operation of the adjacent 49 acre limestone/dolomite quarry. Utah Marblehead Lime Company's original permit (M/045/003), included both the quarry and the processing plant. The Division also holds a revised \$51,400 reclamation surety bond from Marblehead Lime Company for the quarry site.

USPCI has submitted a recently revised reclamation surety (surety bond) in the amount of \$269,000 for reclamation of the disturbed area associated with this processing facility. A copy of the surety bond is attached for your review.

Upon the Board's acceptance of the amount and form of the revised reclamation surety, the Division will issue written approval to finalize the permit transfer between USPCI and Marblehead Lime Company.

DWH/jb Attachments MN2/45





U.S. POLLUTION CONTROL INCORPORATED MARBLEHEAD MOUNTAIN PROCESSING PLANT SITE - M/045/024

Processing Facilities to be Reclaimed

| # OF UNITS | DESCRIPTION OF FACILITY |
|------------|---|
| 1 | powder magazine |
| 1 | cap house |
| 3 | substations (@9 transformers) |
| 3 | crusher bldgs. (1st, 2nd, 3rd) |
| @2300 (ft) | conveyor belts & support structures (@12 primary & several shorter secondary belts) |
| 1 | truck scales |
| 1 | water well & small pump house |
| @3200 (ft) | rail trackage (2 tracks & 1 spur) |
| 2 | bag houses |
| 2 | rotary kilns |
| 1 | burner bldg. |
| 1 | office/warehouse/shop bldg. |
| 1 | conveyor junction bldg. |
| 6 | finished material bins |
| 3 | raw material bins |
| 1 | kiln bldg. |
| 2 | concrete reclaim tunnels |
| 1 | reject bin |
| @200 (T) | scrap steel (in storage) |
| 1 | water tank |
| 1 | power line & poles |
| | |

USPCI Marblehead Mountain Plant Site Reclamation Estimate M/045/024

Prepared by Utah State Division of Oil, Gas and Mining November 18, 1988

| Description | Quantity | Unit | \$/Unit | Total Cost (\$) |
|---|--------------------------|---|-----------------------|--|
| Site Preparation Demolish and Bury Buildings Remove Conveyor Structures Remove Railroad Tracks Remove Substations Remove Scrap and Trash | 31,000 2,300 3,200 | Square Feet Linear Feet Linear Feet Lump Sum Lump Sum | 2.88 3.50 13 | 89,300 8,100 41,600 12,000 8,000 |
| Subtotal | | | | 159,000 |
| Regrading Rip Roads Contour Disturbed Areas Subtotal | 11,000 65 | Linear Feet Acres | 0.80 545 | 8,800 35,400 44,200 |
| Revegetation * Fertilizer Seed Mix Broadcast Seed and Fertilizer Scarify Seed into Ground | 80 80 80 80 | Acres Acres Acres Acres | 25 114 24 23 | 2,000 9,100 1,900 1,800 |
| Subtotal | | | | 14,800 |
| | | | | ======= |
| Totals Contingency (10%) | | | | 218,000 21,800 |
| TOTAL RECLAMATION COST (1988 DOL | LARS) | | | 239,800 |
| TOTAL RECLAMATION COST (1993 DOL | LARS) @ 2 | .3% Annual In | flation | 269,000 |

^{*} Note: This estimate does not include the cost of topsoil redistribution or mulch application.

MR FORM 5

(August 1985) (Noncoal)

DECENTED DEC 14 1988

DIVISION OF OIL, GAS & MINING Bond Number ACT/045/003 024 pwH

CONTRACTOR OF THE STREET, AND STREET, ASS.

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
(801) 538-5340

THE MINED LANDS RECLAMATION ACT

BOND *******

| The undersigned USPCI, INC. 2000 Classen Center, Oklahoma City OK. 73106 |
|---|
| as principal, and Safeco Insurance Company of America as |
| surety, hereby jointly and severally bind ourselves, our heirs, administrators |
| executors, successors and assigns unto the State of Utah, Division of Oil, Gas |
| and Mining in the penal sum of Two Hundred Sixty Nine Thousand and No/100 |
| dollars (\$ 269,000.00). |
| The principal estimated in the Mining and Reclamation Plan filed with the Division of Oil, Gas and Mining on the 30th day of June |
| The desired fictors as Exhibit. A. |

When the Division has determined that the principal has satisfactorily reclaimed the above-mentioned lands affected by mining in accordance with the approved Mining and Reclamation Plan and has faithfully performed all requirements of the Mined Land Reclamation Act, and complied with the Rules and Regulations adopted in accordance therewith, then this obligation shall be void; otherwise it shall remain in full force and effect until the reclamation is completed as outlined in the approved Mining and Reclamation Plan.

If the approved plan provides for reclamation of the land affected on a piecemeal or cyclic basis, and the land is reclaimed in accordance with such plan, then this bond may be reduced periodically.

In the converse, if the plan provides for a gradual increase in the area of the land affected or increased reclamation work, then this bond may accordingly be increased with the written approval of the surety company.

The Division shall only accept the bond of a surety company if the bond is noncancellable by the surety at any time for any reason including, but not limited to nonpayment of premium or bankruptcy of the permittee during the period of liability.

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NOTE: Where one signs by virtue of Power of Attorney for a surety company, such Power of Attorney must be filed with this bond. If the principal is a corporation, the bond shall be executed by its duly authorized officer.

Dated this <a>12th day of <a>December , 19 88 .

State of Utah Board of Oil, Gas and Mining

Gregory Williams, Chairman (1/26/89)

By Company Officer - Position Larry Shelton, Executive V.P.

Date: December 12, 1988

Safeco Insurance Company of America
Surety (Company)

Surety Company Officer - Position Jane A. Walsh, Attorney-in-fact

DATE:

APPROVED AS TO FORM:

Assistant Attorney General (1/4/89)

AFFIDAVIT OF QUALIFICATION

| says that he/she is the (officer or agent)Attorney-in-fact |
|---|
| of said Surety Company, and that he/she is duly authorized to execute and |
| deliver the foregoing obligations; that said Surety Company is authorized to |
| execute the same and has complied in all respects with the laws of Utah in |
| reference to becoming sole surety upon bonds, undertakings and obligations. |
| (Signed) Surety Company Officer - Position Jane A. Walsh, Attorney-in-fact |
| Subscribed and sworn to before me this 13th day of Secential, 1988 |
| A GENERAL HOTAHY-State of Rebreska DELORIES M. STOKES Notary Public Notary Public |

My Commission Expires:

lugust 2, , 1989



POWER OF ATTORNEY

SAFECO INSURANCE COMPANY OF AMERICA GENERAL INSURANCE COMPANY OF AMERICA HOME OFFICE: SAFECO PLAZA SEATTLE, WASHINGTON 98185

| KNOW ALL BY THESE PRESEN | JTC. | | | No | |
|--|--|---|--|---|--|
| That SAFECO INSURANCE CO a Washington corporation, does | MPANY OF A | MERICA and GE | NERAL INSURAN | ICE COMPANY OF | AMERICA, each |
| HARRY A. PEGGY SAPIENZA; JANE A. | KOCH, JR. | ; DOUGLAS G. maha, Nebrask | DURBIN; D. M | . STOKES; HARF | Y D. KOCH; |
| | | | | | |
| its true and lawful attorney(s)-in- and other documents of a similar | fact, with full a character issue | authority to execu ed in the course of | te on its behalf fide its business, and to | lity and surety bonds bind the respective of | s or undertakings company thereby. |
| IN WITNESS WHEREOF, SAFE OF AMERICA have each execute | CO INSURAN ed and attested | CE COMPANY C | F AMERICA and G | GENERAL INSURAI | NCE COMPANY |
| | this | 11th | day of | April | 1986 |
| | | CERTIFICA | re | | |
| Article V. Section 13 — HOELI Assistant Vice President appoints to appoint individuals as attorned company fidelity and surety bond business Ason any instrument m | d of GENERAL TY AND SURET of for that purp eys-in-fact or u ds and other do taking or evider | INSURANCE CO TY BONDS the ose by the officer ander other appro- ocuments of similating such appoint | priate titles with a ar character issued ment, the signature | ce President, the Se operations, shall eac uthority to execute by the company in es may be affixed by | on behalf of the the course of its facsimile. On any |
| instrument conferring such autho impressed or affixed or in any ot validity of any such instrument or | her manner re | produced; provide | g of the company, to | ne seal, or a facsimile ne seal shall not be | necessary to the |
| | AL INSURAN | CE COMPANY C | F AMERICA adopt | ted July 28, 1970. | MERICA |
| "On any certificate executed by the (i) The provisions of Article | e Secretary or | an assistant secre | etary of the Compar | ny setting out, | |
| (ii) A copy of the power-of- | attorney appoir | ntment, executed | oursuant thereto, a | nd | |
| (iii) Certifying that said pow the signature of the certifying offi | er-or-attorney a cer may be by f | appointment is in acsimile, and the | tull force and effect seal of the Compan | t, ny may be a facsimile | e thereof." |

I, Boh A. Dickey, Secretary of SAFECO INSURANCE COMPANY OF AMERICA and of GENERAL INSURANCE COMPANY OF AMERICA, do hereby certify that the foregoing extracts of the By-Laws and of a Resolution of the Board of Directors of these corporations, and of a Power of Attorney issued pursuant thereto, are true and correct, and that both the By-Laws, the Resolution and the Power of Attorney are still in full force and effect.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the facsimile seal of said corporation



this 12th day of December 19 88

BALCALANY HOHA DICKEY, SECRETARY